

# Fiscal Note

State of Alaska  
2019 Legislative Session

Bill Version:	HB 130
Fiscal Note Number:	9
(H) Publish Date:	4/12/2019

Identifier: LL 0107-DOR-TRSY-04-10-19  
Title: REPEALING FUNDS; COMMUNITY ASSISTANCE  
Sponsor: RLS BY REQUEST OF THE GOVERNOR  
Requester: Governor

Department: Department of Revenue  
Appropriation: Taxation and Treasury  
Allocation: Treasury Division  
OMB Component Number: 121

## Expenditures/Revenues

Note: Amounts do not include inflation unless otherwise noted below.

(Thousands of Dollars)

	FY2020 Appropriation Requested	Included in Governor's FY2020 Request	Out-Year Cost Estimates				
OPERATING EXPENDITURES	FY 2020	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024	FY 2025
Personal Services							
Travel							
Services							
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
<b>Total Operating</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

## Fund Source (Operating Only)

1004 Gen Fund (UGF)		359.7					
1169 PCE Endow (DGF)		(359.7)					
<b>Total</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

## Positions

Full-time							
Part-time							
Temporary							

## Change in Revenues

None							
<b>Total</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

**Estimated SUPPLEMENTAL (FY2019) cost:** 0.0 (separate supplemental appropriation required)

**Estimated CAPITAL (FY2020) cost:** 0.0 (separate capital appropriation required)

**Does the bill create or modify a new fund or account?** Yes  
(Supplemental/Capital/New Fund - discuss reasons and fund source(s) in analysis section)

## ASSOCIATED REGULATIONS

Does the bill direct, or will the bill result in, regulation changes adopted by your agency? no  
If yes, by what date are the regulations to be adopted, amended or repealed?

## Why this fiscal note differs from previous version/comments:

Not applicable, initial version based on the 2-13-19 Governor's FY2020 request.

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Agency: Office of Management and Budget

Phone: (907)465-2348  
Date: 04/10/2019 04:00 PM  
Date: 04/10/19

## FISCAL NOTE ANALYSIS

STATE OF ALASKA  
2018 LEGISLATIVE SESSION

## Analysis

This bill would repeal various funds in the general fund, including the community assistance fund, the civil legal services fund, the power cost equalization endowment fund, the power cost equalization and rural electric capitalization fund, the curriculum improvement and best practices fund, the school construction grant fund, the major maintenance grant fund, and the Alaska higher education investment fund. The bill's effective date is July 1, 2019.

The power cost equalization endowment fund is a separate fund of the Alaska Energy Authority (Authority) within the general fund. The commissioner of revenue is the fiduciary of the fund and the treasury division is responsible for managing the fund.

The treasury division utilizes a cost allocation method to develop budgets and allocate costs. With a change in assets under management there is a direct impact on how the treasury division allocates their expenses based on their federally approved cost allocation plan. This fiscal note reflects a fund source change in the amount of \$359,700 from DGF to UGF. This fund source change is already included in the Governor's FY2020 budget.

The fund balance of the Power Cost Equalization Endowment on June 30, 2018 was \$1,071,193,000. If this legislation is adopted, the balance of the Power Cost Equalization Endowment will be transferred to the General Fund. A separate fund capitalization fiscal note reflects the estimated change in revenues calculated as the fund balance as of June 30, 2018, less FY2019 appropriations.